

**STATE OF ALASKA  
DEPARTMENT OF REVENUE  
TREASURY DIVISION  
RETIREE HEALTH INSURANCE FUND**

**SCHEDULES OF INVESTED ASSETS**

**July 31, 2006 and 2005**

	<u>2006</u>	<u>2005</u>
<b>Major Medical Investments (at fair value)</b>		
<b>Cash and cash equivalents</b>		
Short-term Fixed Income Pool	\$ 29,457,109	\$ 46,943,125
<b>Marketable debt securities</b>		
Intermediate-term Fixed Income Pool	46,395,251	51,343,693
Broad Market Fixed Income Pool	75,991,609	66,127,709
<b>Income receivable</b>	<u>119,209</u>	<u>149,582</u>
<b>Total Major Medical assets</b>	<u>151,963,178</u>	<u>164,564,109</u>
<b>Long Term Care Investments (at fair value)</b>		
<b>Cash and cash equivalents</b>		
Short-term Fixed Income Pool	2,073,176	1,857,962
<b>Marketable debt and equity securities</b>		
Broad Market Fixed Income Pool	42,907,166	36,133,536
SOA International Equity Pool	26,233,623	18,615,658
Non-retirement Domestic Equity Pool	59,124,539	50,458,975
<b>Income receivable</b>	<u>5,406</u>	<u>3,508</u>
<b>Total Long Term Care assets</b>	<u>130,343,910</u>	<u>107,069,639</u>
<b>Total invested assets</b>	<u>\$ 282,307,088</u>	<u>\$ 271,633,748</u>

**STATE OF ALASKA  
DEPARTMENT OF REVENUE  
TREASURY DIVISION  
RETIREE HEALTH INSURANCE FUND**

**SCHEDULE OF INVESTMENT INCOME  
AND CHANGES IN INVESTED ASSETS**

**For the Period Ended July 31, 2006**

	<u>CURRENT MONTH</u>	<u>YEAR TO DATE</u>
<b>Investment Income</b>		
Earned by Major Medical assets		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ 119,209	\$ 119,209
Marketable debt securities		
Intermediate-term Fixed Income Pool	400,082	400,082
Broad Market Fixed Income Pool	996,976	996,976
Total income (loss) accruing to Major Medical assets	1,516,267	1,516,267
Earned by Long Term Care assets		
Cash and cash equivalents		
Short-term Fixed Income Pool	5,406	5,406
Marketable debt and equity securities		
Broad Market Fixed Income Pool	562,923	562,923
SOA International Equity Pool	132,355	132,355
Commission Recapture - International	137	137
Non-retirement Domestic Equity Pool	(49,000)	(49,000)
Total income (loss) accruing to Long Term Care assets	651,821	651,821
<b>Total investment income</b>	2,168,088	2,168,088
<b>Total invested assets, beginning of period</b>	281,069,792	281,069,792
<b>Net contributions (withdrawals)</b>	(930,792)	(930,792)
<b>Total invested assets, end of period</b>	\$ 282,307,088	\$ 282,307,088

STATE OF ALASKA  
DEPARTMENT OF REVENUE - TREASURY DIVISION  
INVESTED ASSETS UNDER THE INVESTMENT AUTHORITY OF THE COMMISSIONER OF REVENUE

RETIREE HEALTH INSURANCE FUND  
Asset Allocation Policy with Actual Investment Holdings as of 7/31/2006  
(Stated in Thousands)

Asset Allocation Policy Effective Date: 7/1/06

Fund established 7/1/98	Asset Allocation		Market Values	Current Allocation	Current Variance	
<b>AY 03 Major Medical</b>	Policy	Range				
<b>Cash and cash equivalents</b>						
Short-term Fixed Income Pool	18.00%	0%-36%	29,457	19.40%	N/A	
<b>Total cash and cash equivalents</b>		Residual	<b>29,457</b>	<b>19.40%</b>	<b>N/A</b>	
<b>Marketable debt securities</b>						
Intermediate-term Fixed Income Pool	30.00%	15%-45%	46,395	30.55%	-0.55%	
Broad Market Fixed Income Pool	52.00%	37%-67%	75,992	50.05%	1.95%	
<b>Total Marketable debt securities</b>	<b>82.00%</b>		<b>122,387</b>	<b>80.60%</b>	<b>1.40%</b>	
<b>Total investments AY 03 Major Medical</b>	<b>100.00%</b>		<b>151,844</b>	<b>100.00%</b>	<b>1.40%</b>	
<b>Income Receivable</b>			<b>119</b>			
<b>Total Invested Assets At Fair Value</b>			<b>151,963</b>			
<b>AY 11 Long Term Care</b>	Notes	Policy	Range	Market Values	Current Allocation	Current Variance
<b>Cash and cash equivalents</b>						
Short-term Fixed Income Pool		1.00%	0%-2%	2,073	1.59%	N/A
<b>Total cash and cash equivalents</b>		<b>1.00%</b>		<b>2,073</b>	<b>1.59%</b>	<b>N/A</b>
<b>Marketable debt securities</b>						
Broad Market Fixed Income Pool		31.00%	21%-41%	42,907	32.92%	-1.92%
<b>Total Marketable debt securities</b>		<b>31.00%</b>		<b>42,907</b>	<b>32.92%</b>	<b>-1.92%</b>
<b>Equities</b>						
SOA Int'l Equity Pool		19.00%	15%-23%	26,234	20.13%	-1.13%
Non-retirement Domestic Equity Pool		49.00%	39%-59%	59,125	45.36%	3.64%
<b>Total investments AY 11 Long Term Care</b>		<b>100.00%</b>		<b>130,339</b>	<b>100.00%</b>	<b>0.00%</b>
<b>Income Receivable</b>				<b>5</b>		
<b>Total Invested Assets At Fair Value</b>				<b>130,344</b>		
<b>Total Invested Assets at Fair Value</b>				<b>282,307</b>		